



TEEJAY LANKA PLC

Condensed Interim Financial Statements

Period ended 31 December 2022



TEEJAY LANKA PLC

Review of the Financials

Teejay Group closed the third quarter of FY 2022/23 with a YTD Group revenue of LKR 66.8 Bn, a 84% increase YOY, and LKR 18.15 Bn Group revenue for the Q3, with 38% increase YOY. The growth is a result of the increase of average selling prices on a YoY basis and the depreciation of the Rupee.

The Group recorded a Gross Profit of LKR 5.2 Bn, representing a 61% increase for the 9 months ended period. However, the quarter under review recorded a 5% drop in the Group's Gross Profit margin. The Group observed capacity underutilization in all three plants due to the softness in the market, and that had an impact in the reported Gross Profit. The expanded capacity in India came into effect during the quarter under review, simultaneously reporting a spike in fixed costs further impacting the Group's GP margin.

The Distribution and Administration expenses of Teejay Group for the period under review stood at LKR 861 Mn which is a 69% increase when compared to the same quarter of the previous financial year. The key drivers behind the increase can be mentioned as the increases in rates of material costs and utility costs and the depreciation of the rupee.

The changes in taxation, that is the 214% and 140% increase in taxes for the Quarter and YTD respectively had a significant impact on the Teejay Group. The main cause for the fluctuation is the change in the tax rate from 14% to 30%. Further, the deferred tax will have a one-off impact on the Group during the year due to the increase in tax rates.

Despite the results reported during the quarter, the Teejay Group has remained resilient by recording an LKR 1.97 Bn profit, an increase of 17%, for the current 9-month period. However, the group reported a loss of LKR 365Mn as a result of the significant challenges faced during the quarter, the Group nevertheless reported a cash profit of LKR 612 Mn despite the low-capacity utilization.

The Group maintains a strong balance sheet with a cash balance of LKR 10.4 Bn, an increase of 132% when compared to December 2022. The reduction of inventory and the depreciation of the rupee had a positive impact as a result of factory slowdowns. The net debt as reduced as a result of the same, and has strengthened the Group's position as it increases focus on inventory reductions as a result of easing out of global supply chains.

The net asset base at the close of the quarter stood at LKR 36.2 Bn, with a value of LKR 50.52 net assets per share, representing 90% increase when compared to the same quarter of the previous financial year.

A crucial challenge faced by Teejay Group during the quarter was the presence of a low order book, an obstacle that is envisioned to remain unchanged for the upcoming two quarters. The strides made in the Group's operational excellence journey enabled Teejay to adapt a fresh new efficient model to reduce its breakeven point which peaked during the end of Q3. Resultantly, the Group is now geared to face the challenges of the upcoming two quarters due implementing a leaner operating model. Despite the volatilities in the market, Teejay remains confident that positives are not entirely absent. The China Plus One strategy acts as a bright prospect to the Textile and Apparel Industry, the expansion in India making it the main benefactor of the strategy, going forward. Teejay will continue to explore opportunities for growth by discovering new business and evaluate the potential of capturing new international markets.

TEEJAY LANKA PLC

Statement of Profit or Loss

(all amounts in Sri Lanka Rupees Thousands)

	Group						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Revenue from contracts with customers	18,147,146	13,112,608	38%	66,757,821	36,191,608	84%	49,587,964
Cost of sales	(17,247,022)	(11,808,966)	-46%	(61,576,309)	(32,975,530)	-87%	(45,010,323)
Gross profit	900,124	1,303,642	-31%	5,181,512	3,216,078	61%	4,577,641
Other operating income - net	101,343	58,616	73%	372,207	167,253	123%	151,482
Distribution expenses	(159,406)	(78,716)	-103%	(446,078)	(186,951)	-139%	(369,517)
Administrative expenses	(701,670)	(430,303)	-63%	(2,447,853)	(1,288,614)	-90%	(1,743,533)
Net impairment gain/(loss) on financial assets	(17,912)	(4,055)	-342%	(157,024)	(37,307)	-321%	(42,970)
Results from operating activities	122,479	849,184	-86%	2,502,764	1,870,459	34%	2,573,103
Finance income	118,116	31,632	273%	793,492	222,207	257%	439,838
Finance costs	(265,060)	(34,668)	-665%	(594,124)	(98,020)	-506%	(149,221)
Net finance income/(costs)	(146,944)	(3,037)	4738%	199,368	124,186	61%	290,617
Profit before tax	(24,465)	846,147	-103%	2,702,132	1,994,645	35%	2,863,720
Income tax	(341,496)	(108,640)	-214%	(727,786)	(303,032)	-140%	(332,470)
Profit for the period	(365,961)	737,507	-150%	1,974,346	1,691,613	17%	2,531,250
Attributable to:							
Equity holders of the parent	(365,961)	737,507	-150%	1,974,346	1,691,613	17%	2,531,250
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	(365,961)	737,507	-150%	1,974,346	1,691,613	17%	2,531,250
Basic earnings per share (LKR)	(0.51)	1.03		2.75	2.36		3.54

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME
(all amounts in Sri Lanka Rupees Thousands)

	Group						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Profit for the period	(365,961)	737,507	-150%	1,974,346	1,691,613	17%	2,531,250
Comprehensive income							
Actuarial gain/(loss) on defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	203,673
Deferred tax credit/(charge) attributable to remeasurement of defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	(27,658)
Currency translation differences	76,246	740	10204%	7,082,032	160,545	4311%	8,994,413
Total comprehensive income for the period	76,246	740	10204%	7,082,032	160,545	4311%	9,170,428
Total comprehensive income for the period, net of tax	(289,715)	738,247	-139%	9,056,378	1,852,158	389%	11,701,678
Attributable to:							
Equity holders of the parent	(289,715)	738,247	-139%	9,056,378	1,852,158	389%	11,701,678
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	(289,715)	738,247	-139%	9,056,378	1,852,158	389%	11,701,678

TEEJAY LANKA PLC

Statement of Profit or Loss
(all amounts in Sri Lanka Rupees Thousands)

	Company						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Revenue from contracts with customers	11,941,196	7,886,076	51%	39,918,345	21,738,523	84%	29,438,073
Cost of sales	(10,941,664)	(7,108,481)	-54%	(36,186,534)	(19,839,572)	-82%	(27,037,407)
Gross profit	999,532	777,595	29%	3,731,811	1,898,951	97%	2,400,666
Other operating income - net	328,748	236,939	39%	1,717,809	664,363	159%	847,058
Distribution expenses	(123,444)	(68,298)	-81%	(354,202)	(160,417)	-121%	(209,613)
Administrative expenses	(339,440)	(219,835)	-54%	(1,134,822)	(689,768)	-65%	(744,599)
Net impairment gain/(loss) on financial assets	31,633	(9,142)	446%	(43,039)	(22,891)	-88%	(18,239)
Results from operating activities	897,029	717,259	25%	3,917,557	1,690,238	132%	2,275,273
Finance income	180,929	78,980	129%	725,911	247,220	194%	450,405
Finance costs	(114,217)	(42,030)	-172%	(272,785)	(52,465)	-420%	(79,674)
Net finance income/(costs)	66,712	36,950	81%	453,126	194,755	133%	370,731
Profit before tax	963,741	754,209	28%	4,370,683	1,884,993	132%	2,646,004
Income tax	(355,468)	(68,912)	-416%	(607,903)	(180,019)	-238%	(270,498)
Profit for the period	608,273	685,297	-11%	3,762,780	1,704,974	121%	2,375,506
Attributable to:							
Equity holders of the parent	608,273	685,297	-11%	3,762,780	1,704,974	121%	2,375,506
Non-controlling interest	Nil	Nil		Nil	Nil		Nil
	608,273	685,297	-11%	3,762,780	1,704,974	121%	2,375,506
Basic earnings per share (LKR)	0.85	0.96		5.25	2.38		3.04

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME
(all amounts in Sri Lanka Rupees Thousands)

	Company						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Profit for the period	608,273	685,297	-11%	3,762,780	1,704,974	121%	2,375,506
Comprehensive income							
Acturial gain/(loss) on defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	185,551
Deferred tax credit/(charge) attributable to remeasurement of defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	(25,977)
Currency translation differences	78,264	506	15367%	6,078,146	148,310	3998%	7,645,472
Total other comprehensive income for the period	78,264	506	15367%	6,078,146	148,310	3998%	7,805,046
Total comprehensive income for the period	686,537	685,803	0%	9,840,926	1,853,284	431%	10,180,552
Attributable to:							
Equity holders of the parent	686,537	685,803	0%	9,840,926	1,853,284	431%	10,180,552
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	686,537	685,803	0%	9,840,926	1,853,284	431%	10,180,552

TEEJAY LANKA PLC

STATEMENT OF FINANCIAL POSITION
(all amounts in Sri Lanka Rupees Thousands)

	Group			Company		
	As at 31 December		As at 31 March	As at 31 December		As at 31 March
	2022	2021	2022	2022	2021	2022
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	22,320,285	8,216,549	14,715,246	8,566,488	4,631,338	6,925,956
Capital work-in-progress	3,246,638	3,162,440	5,268,720	1,093,168	623,940	696,570
Intangible assets	167,980	106,919	143,391	140,993	80,722	108,804
Goodwill	119,837	66,002	96,010	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	6,251,172	3,442,906	5,008,257
Right-of-use assets	1,581,340	872,879	1,341,498	804,250	458,471	671,156
Deferred tax assets	1,250,443	299,000	431,633	Nil	Nil	Nil
	28,686,523	12,723,789	21,996,498	16,856,071	9,237,377	13,410,743
Current assets						
Inventories	18,307,762	10,566,921	16,355,777	11,503,175	7,295,693	10,561,085
Trade and other receivables	9,315,985	8,708,935	13,336,000	11,723,145	6,672,750	9,639,562
Current Tax receivable	Nil	6,113	Nil	Nil	Nil	Nil
Other financial assets	2,407,119	1,116,573	1,822,146	1,942,780	878,882	1,470,345
Cash and cash equivalents	7,999,116	3,375,972	6,383,354	6,197,051	2,169,315	4,131,852
	38,029,982	23,774,514	37,897,277	31,366,151	17,016,640	25,802,844
Total assets	66,716,505	36,498,303	59,893,775	48,222,222	26,254,017	39,213,587
EQUITY AND LIABILITIES						
Capital and reserves						
Stated capital	4,442,234	4,442,234	4,442,234	4,442,234	4,442,234	4,442,234
Share option scheme	153,491	153,491	153,491	153,491	153,491	153,491
Exchange equalisation reserve	22,301,720	6,385,820	15,219,688	19,360,636	5,785,328	13,282,490
Retained earnings	9,309,692	8,004,033	8,410,456	8,759,834	5,851,287	6,072,164
	36,207,137	18,985,578	28,225,869	32,716,195	16,232,340	23,950,379
Non - current liabilities						
Borrowings	7,064,475	2,382,000	5,581,171	Nil	Nil	Nil
Lease liabilities	1,125,826	684,754	930,430	612,530	368,603	492,520
Deferred tax liabilities	2,026,508	686,131	918,784	563,248	235,003	367,733
Retirement benefit obligations	630,089	553,270	424,817	266,680	347,649	162,819
	10,846,898	4,306,155	7,855,202	1,442,458	951,255	1,023,072
Current liabilities						
Trade and other payables	11,552,379	9,770,661	17,623,386	9,275,221	6,360,556	9,498,430
Current tax liability	285,698	153,070	232,725	240,438	117,891	193,454
Lease liabilities	98,200	13,245	43,051	58,655	8,199	26,485
Borrowings	7,726,193	3,269,594	5,913,542	4,489,255	2,583,776	4,521,767
	19,662,470	13,206,570	23,812,704	14,063,569	9,070,422	14,240,136
Total liabilities	30,509,368	17,512,723	31,667,906	15,506,027	10,021,677	15,263,208
Total equity and liabilities	66,716,505	36,498,303	59,893,775	48,222,222	26,254,017	39,213,587
Net asset per share	50.52	26.49	39.38	45.65	22.65	33.42

I certify that financial statements comply with the requirements of the Companies Act No. 07 of 2007.

sgd.
Salman Nishtar
Chief Financial Officer

sgd.
Pubudu De Silva
Chief Executive Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.

sgd.
Ashroff Omar
Director

sgd.
Hasitha Premaratne
Director

7-Feb-2023

TEEJAY LANKA PLC

STATEMENT OF CHANGES IN EQUITY - GROUP
(all amounts in Sri Lanka Rupees Thousands)

	Stated capital	Share option scheme	Exchange equalisation reserve	Retained earnings	Total
Balance as at 1 April 2021	4,248,787	153,491	6,225,275	7,136,671	17,764,224
Profit for the period	Nil	Nil	Nil	2,531,250	2,531,250
Other comprehensive income	Nil	Nil	8,994,413	176,015	9,170,428
Total comprehensive income	Nil	Nil	8,994,413	2,707,265	11,701,678
Final dividend paid - 2020/21	Nil	Nil	Nil	(824,251)	(824,251)
Interim dividend paid - 2021/22	Nil	Nil	Nil	(609,229)	(609,229)
Issue of shares under Employee Share Option Scheme	193,447	Nil	Nil	Nil	193,447
Balance as at 31 March 2022	4,442,234	153,491	15,219,688	8,410,456	28,225,869
Balance as at 1 April 2022	4,442,234	153,491	15,219,688	8,410,456	28,225,869
Profit for the period	Nil	Nil	Nil	1,974,346	1,974,346
Comprehensive income	Nil	Nil	7,082,032	Nil	7,082,032
Total comprehensive income	Nil	Nil	7,082,032	1,974,346	9,056,378
Final Dividend paid - 2021/22	Nil	Nil	Nil	(1,075,110)	(1,075,110)
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 31 December 2022	4,442,234	153,491	22,301,720	9,309,692	36,207,137
Balance as at 1 April 2021	4,248,787	153,491	6,225,275	7,136,671	17,764,224
Profit for the period	Nil	Nil	Nil	1,691,613	1,691,613
Comprehensive income	Nil	Nil	160,545	Nil	160,545
Total comprehensive income	Nil	Nil	160,545	1,691,613	1,852,158
Dividend paid - 2020/21	Nil	Nil	Nil	(824,251)	(824,251)
Issue of shares under Employee Share Option Scheme	193,447	Nil	Nil	Nil	193,447
Balance as at 31 December 2021	4,442,234	153,491	6,385,820	8,004,033	18,985,578

TEEJAY LANKA PLC

STATEMENT OF CHANGES IN EQUITY - COMPANY
(all amounts in Sri Lanka Rupees Thousands)

	Stated capital	Share option scheme	Exchange equalisation reserve	Retained earnings	Total
Balance as at 1 April 2021	4,248,787	153,491	5,637,018	4,970,564	15,009,860
Profit for the period	Nil	Nil	Nil	2,375,506	2,375,506
Other comprehensive income	Nil	Nil	7,645,472	159,574	7,805,046
Total comprehensive income	Nil	Nil	7,645,472	2,535,080	10,180,552
Final dividend paid - 2020/21	Nil	Nil	Nil	(824,251)	(824,251)
Interim dividend paid - 2021/22	Nil	Nil	Nil	(609,229)	(609,229)
Issue of shares under Employee Share Option Scheme	193,447	Nil	Nil	Nil	193,447
Balance as at 31 March 2022	4,442,234	153,491	13,282,490	6,072,164	23,950,379
Balance as at 1 April 2022	4,442,234	153,491	13,282,490	6,072,164	23,950,379
Profit for the period	Nil	Nil	Nil	3,762,780	3,762,780
Other comprehensive income	Nil	Nil	6,078,146	Nil	6,078,146
Total comprehensive income	Nil	Nil	6,078,146	3,762,780	9,840,926
Final Dividend paid - 2021/22	Nil	Nil	Nil	(1,075,110)	(1,075,110)
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 31 December 2022	4,442,234	153,491	19,360,636	8,759,834	32,716,195
Balance as at 1 April 2021	4,248,787	153,491	5,637,018	4,970,564	15,009,860
Profit for the period	Nil	Nil	Nil	1,704,974	1,704,974
Other comprehensive income	Nil	Nil	148,310	Nil	148,310
Total comprehensive income	Nil	Nil	148,310	1,704,974	1,853,284
Dividend paid - 2020/21	Nil	Nil	Nil	(824,251)	(824,251)
Issue of shares under Employee Share Option Scheme	193,447	Nil	Nil	Nil	193,447
Balance as at 31 December 2021	4,442,234	153,491	5,785,328	5,851,287	16,232,340

STATEMENT OF CASH FLOWS
(all amounts in Sri Lanka Rupees Thousands)

	Group		Company	
	Quarter ended 31 December		Quarter ended 31 December	
	2022	2021	2022	2021
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flows from operating activities				
Cash generated from / (Used in) operations	5,462,180	71,590	5,377,605	(291,140)
Finance income received	793,485	222,209	725,904	247,223
Finance cost paid	(582,556)	(58,548)	(247,245)	Nil
Retirement benefit obligations paid	(46,445)	(41,109)	(16,117)	(21,865)
Tax paid	(569,924)	(267,049)	(521,248)	(207,158)
Net cash generated/(used) from operating activities	5,056,740	(72,907)	5,318,899	(272,940)
Cash flows from investing activities				
Additions to capital work - in - progress	(2,960,882)	(3,241,048)	(1,216,363)	(832,966)
Investment return from financial assets	(128,649)	568,954	(104,201)	579,915
Net cash used in investing activities	(3,089,531)	(2,672,094)	(1,320,564)	(253,051)
Cash flows from financing activities				
Issue of shares under Employee Share Option Scheme	Nil	193,446	Nil	193,446
Dividend paid	(1,075,110)	(824,251)	(1,075,110)	Nil
Proceeds from / (settlement of) borrowings	(348,736)	2,570,409	(857,498)	Nil
Principal elements of lease payments	(2,886)	(25,652)	(2,886)	Nil
Net cash generated from / (used in) financing activities	(1,426,732)	1,913,953	(1,935,494)	193,446
Net increase/(decrease) in cash and cash equivalents	540,477	(831,048)	2,062,841	(332,545)
Cash and cash equivalents at the beginning of the period	6,383,354	4,203,744	4,131,852	2,766,160
Cash and cash equivalents at the end of the period	6,923,831	3,372,696	6,194,693	2,433,615

Balance as at 31 December 2022

NOTES TO THE FINANCIAL STATEMENTS

(In the notes all amounts are shown in Sri Lankan Rupees Thousands unless otherwise stated)

1. Corporate Information

Teejay Lanka PLC is a public limited company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The address of its registered office is Block D8 - D14, Seethawaka Export Processing Zone, Avissawella.

2. Condensed Interim Financial Statements

The financial statements for the period ended 31 December 2022, includes "the Company" referring to Teejay Lanka PLC.

The Company has also presented the statement of comprehensive income and the statement of financial position in United States Dollars (USD) since the functional currency of the enterprise is USD.

3. Approval of Financial Statements

The condensed interim financial statements of the Company for the 9 months ended 31 December 2022 were authorised for issue by the Board of Directors on 7 February 2023.

4. Basis of Preparation

The condensed interim financial statements of the Company have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 Interim Financial Reporting . The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2022.

The condensed interim financial statements have been prepared on a historical cost basis.

5. Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year.

6. Other Financial Assets

Short term deposits with original maturity of more than 3 months but less than one year which previously reported under cash and cash equivalents are now shown under other financial assets.

7. Contingencies, Capital and Other Commitments

There has been no significant change in the nature of the contingencies and other commitments, which were disclosed in the annual report for the year ended 31 March 2022.

8. Key Ratios of the Group and the Company

	Group		Company	
	Period ended 31 December 2022	2021	Period ended 31 December 2022	2021
Profitability Ratios				
Net Profit Margin	2.96%	4.67%	9.43%	7.84%
Asset to Turnover	1.72	1.45	1.43	1.20
Debt : Equity	0.41	0.30	0.14	0.16
Return on Assets (ROA)	5.43%	7.35%	11.89%	9.44%
Return on Equity (ROE)	10.15%	13.65%	18.09%	14.81%
Investor Ratios				
Earnings per Share (EPS) - LKR	2.75	2.36	5.25	2.38
Net Asset Value per Share - LKR	50.52	26.49	45.65	22.65
Price / Earnings Ratio (PE Ratio)	8.11	12.98	5.13	13.96
Price to Book Value Ratio (PBV Ratio)	0.63	1.68	0.69	1.96

(PE and PBV Ratios are based on a market price of LKR 31.70 per share closed 31 December 2022)

9. Number of shares representing the entity's Stated Capital - 716,739,975 Shares

10. Directors' Interest in Shares of the Company (As at 31 December 2022)

	No. of Shares	%
Hasitha Premaratne	40,000	0.01
Ajit Damon Gunewardene	713,723	0.10

11. Chief Executive Officer's holding in Shares of the Company (As at 31 December 2022)

	No. of Shares	%
Pubudu De Silva	1,115,155	0.16%

Balance as at 31 December 2022

NOTES TO THE FINANCIAL STATEMENTS

(In the notes all amounts are shown in Sri Lankan Rupees Thousands unless otherwise stated)

12. Market Price per Share

	Highest (LKR)	Lowest (LKR)
Quarter ended 31 December 2022	38.20	31.00
Last traded price (on 31 December 2022)	31.70	

13. Public Shareholding 285,088,622 shares - 39.78%

The percentage of shares held by the public as at 31 December 2022 was 39.78% (285,088,622 number of shares).

The number of public shareholders as at 31 December 2022 was 8,782 and a float adjusted market capitalisation of LKR 9,037,309,317

In terms of the rule 7.13.1(a) of the Listing Rules of the Colombo Stock Exchange, the Company Qualifies under option one of the minimum public holding requirement.

14. List of the 20 Largest Shareholders

	No. of Shares	%
BRANDIX LANKA LTD-NUMBER 1 ACCOUNT	232,198,344	32.40
PACIFIC TEXTURED JERSEY HOLDINGS LIMITED	195,926,217	27.34
BBH - FIDELITY FUNDS	47,101,753	6.57
CITIBANK NEWYORK S/A NORGES BANK ACCOUNT 2	22,518,426	3.14
JPMCB NA-FIDELITY ASIAN VALUES PLC	18,842,115	2.63
PEMBERTON ASIAN OPPORTUNITIES FUND	7,000,000	0.98
EMPLOYEE'S PROVIDENT FUND	6,979,333	0.97
UNION ASSURANCE PLC-UNIVERSAL LIFE FUND	5,615,575	0.78
RUBBER INVESTMENT TRUST LTD A/C NO 01	4,907,389	0.68
DEUTSCHE BANK AG-NATIONAL EQUITY FUND	4,891,071	0.68
J B COCOSHELL (PVT) LTD	4,739,752	0.66
HATTON NATIONAL BANK PLC-SEFIN GROWTH FUND	4,152,697	0.58
STANDARD CHARTERED BANK DIFC BRANCH S/A EFG HERMES OMAN LLC	3,814,630	0.53
GF CAPITAL GLOBAL LIMITED	2,826,050	0.39
EMPLOYEES TRUST FUND BOARD	2,677,561	0.37
SHANTHIKUMAR NIMAL PLACIDUS PALIHENA	2,527,381	0.35
SAM INNOVATORS (PVT) LTD	2,500,000	0.35
UNION ASSURANCE PLC-TRADITIONAL LIFE PARTICIPATING FUND	2,480,216	0.35
AMANA BANK PLC/HI-LINE TRADING PVT LTD	2,453,407	0.34
LINTOTAGE KEVIN MARC FERNANDO	2,351,546	0.33

15. Material events that occurred subsequent to the interim period

No events have occurred since the date of the statement of financial position which would require adjustments to, or disclosure in, the financial statements.

Teejay Lanka PLC

Statement of Profit or Loss (all amounts in United States Dollars)

	Group						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Revenue from contracts with customers	49,710,028	66,082,777	-25%	191,151,703	182,832,069	5%	250,330,478
Cost of sales	(47,330,976)	(59,510,258)	20%	(176,315,167)	(166,585,146)	-6%	(227,221,579)
Gross profit	2,379,052	6,572,519	-64%	14,836,536	16,246,923	-9%	23,108,899
Other income	277,636	295,365	-6%	1,065,764	844,924	26%	764,718
Distribution expenses	(443,157)	(396,907)	-12%	(1,277,283)	(944,433)	-35%	(1,865,402)
Administrative expenses	(1,928,245)	(2,167,874)	11%	(7,009,085)	(6,509,794)	-8%	(8,801,723)
Net impairment gain/(loss) on financial assets	(44,844)	(20,257)	-121%	(449,616)	(188,469)	-139%	(216,921)
Results from operating activities	240,442	4,282,846	-94%	7,166,316	9,449,151	-24%	12,989,571
Finance income	306,923	158,714	93%	2,272,055	1,122,771	102%	2,220,397
Finance costs	(743,718)	(174,698)	-326%	(1,701,191)	(495,176)	-244%	(753,304)
Net finance income/(costs)	(436,795)	(15,983)	-2833%	570,864	627,596	-9%	1,467,093
Profit before tax	(196,353)	4,266,863	-105%	7,737,180	10,076,747	-23%	14,456,664
Income tax	(959,932)	(547,485)	-75%	(2,083,913)	(1,530,848)	-36%	(1,678,379)
Profit for the period	(1,156,285)	3,719,378	-131%	5,653,267	8,545,899	-34%	12,778,285
Attributable to:							
Equity holders of the parent	(1,156,285)	3,719,378	-131%	5,653,267	8,545,899	-34%	12,778,285
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	(1,156,285)	3,719,378	-131%	5,653,267	8,545,899	-34%	12,778,285

Teejay Lanka PLC

STATEMENT OF COMPREHENSIVE INCOME
(all amounts in United States Dollars)

	Group						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Profit for the period	(1,156,285)	3,719,378	-131%	5,653,267	8,545,899	-34%	12,778,285
Comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	1,028,186
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(139,622)
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	0%	888,564
Total comprehensive income for the period	(1,156,285)	3,719,378	-131%	5,653,267	8,545,899	-34%	13,666,849
Attributable to:							
Equity holders of the parent	(1,156,285)	3,719,378	-131%	5,653,267	8,545,899	-34%	13,666,849
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	(1,156,285)	3,719,378	-131%	5,653,267	8,545,899	-34%	13,666,849

Teejay Lanka PLC

Statement of Profit or Loss (all amounts in United States Dollars)

	Company						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Revenue from contracts with customers	32,895,964	39,743,147	-17%	114,300,610	109,818,254	4%	148,609,589
Cost of sales	(30,160,510)	(35,822,647)	16%	(103,615,089)	(100,225,170)	-3%	(136,490,517)
Gross profit	2,735,454	3,920,500	-30%	10,685,521	9,593,084	11%	12,119,072
Other income	876,978	1,194,016	-27%	4,918,706	3,356,214	47%	4,276,128
Distribution expenses	(342,775)	(344,390)	0%	(1,014,207)	(810,392)	-25%	(1,058,172)
Administrative expenses	(935,095)	(1,107,314)	16%	(3,249,404)	(3,484,552)	7%	(3,758,893)
Net impairment gain/(loss) on financial assets	94,037	(46,087)	304%	(123,235)	(115,641)	-7%	(92,075)
Results from operating activities	2,428,599	3,616,725	-33%	11,217,381	8,538,713	31%	11,486,060
Finance income	492,822	280,549	76%	2,078,546	1,248,900	66%	2,273,738
Finance costs	(319,700)	(94,976)	-237%	(781,082)	(265,040)	-195%	(402,213)
Net finance income/(costs)	173,122	185,573	-7%	1,297,464	983,860	32%	1,871,525
Profit before tax	2,601,721	3,802,298	-32%	12,514,845	9,522,573	31%	13,357,585
Income tax	(1,006,139)	(347,365)	190%	(1,740,646)	(909,418)	91%	(1,365,522)
Profit for the period	1,595,582	3,454,933	-54%	10,774,199	8,613,155	25%	11,992,064

Teejay Lanka PLC

STATEMENT OF COMPREHENSIVE INCOME
(all amounts in United States Dollars)

	Company						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2022 Unaudited	2021 Unaudited	Variance	2022 Unaudited	2021 Unaudited	Variance	2022 Audited
Profit for the period	1,595,582	3,454,933	-54%	10,774,199	8,613,155	25%	11,992,064
Comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	936,699
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(131,138)
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	0%	805,561
Total comprehensive income for the period	1,595,582	3,454,933	-54%	10,774,199	8,613,155	25%	12,797,625

Teejay Lanka PLC

STATEMENT OF FINANCIAL POSITION (all amounts in United States Dollars)

	Group			Company		
	As at 31 December		As at 31 March	As at 31 December		As at 31 March
	2022	2021	2022	2022	2021	2022
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	61,930,259	41,393,194	50,961,890	23,768,729	23,331,679	23,985,993
Capital work-in-progress	9,008,179	15,931,690	18,246,648	3,033,122	3,143,274	2,412,365
Intangible assets	466,081	538,636	496,590	391,202	406,662	376,809
Goodwill	332,502	332,502	332,502	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	17,344,614	17,344,614	17,344,614
Right-of-use assets	4,387,614	4,397,376	4,645,879	2,231,487	2,309,679	2,324,351
Deferred tax Assets	3,469,502	1,506,299	1,494,834	Nil	Nil	Nil
	79,594,137	64,099,697	76,178,343	46,769,154	46,535,908	46,444,132
Current assets						
Inventories	50,797,043	53,233,860	56,643,385	31,916,914	36,754,119	36,575,184
Trade and other receivables	25,848,297	43,873,728	46,185,280	32,527,246	33,615,871	33,383,763
Current tax receivables	Nil	30,797	Nil	Nil	Nil	Nil
Other financial assets	6,678,836	5,625,051	6,310,464	5,390,473	4,427,616	5,092,104
Cash and cash equivalents	22,194,490	17,007,418	22,106,855	17,194,447	10,928,538	14,309,443
	105,518,666	119,770,854	131,245,984	87,029,080	85,726,144	89,360,494
Total assets	185,112,803	183,870,551	207,424,327	133,798,234	132,262,052	135,804,626
EQUITY AND LIABILITIES						
Capital and reserves						
Stated capital	39,606,881	39,606,881	39,606,881	39,606,881	39,606,881	39,606,881
Share option scheme	985,322	985,322	985,322	985,322	985,322	985,322
Retained earnings	59,868,757	55,053,042	57,159,725	50,182,732	41,182,805	42,352,832
	100,460,960	95,645,245	97,751,928	90,774,935	81,775,008	82,945,035
Non - current liabilities						
Borrowings	19,601,219	12,000,000	19,328,731	Nil	Nil	Nil
Lease liabilities	3,123,738	3,449,640	3,222,267	1,699,536	1,856,941	1,705,698
Deferred tax liabilities	5,622,785	3,456,578	3,181,937	1,562,798	1,183,895	1,273,534
Retirement benefit obligations	1,748,256	2,787,254	1,471,227	739,935	1,751,382	563,875
	30,095,998	21,693,472	27,204,162	4,002,269	4,792,218	3,543,107
Current liabilities						
Trade and other payables	32,053,440	49,222,468	61,033,371	25,735,194	32,043,109	32,894,992
Current Tax Liabilities	792,703	771,133	805,973	667,124	593,907	669,972
Lease liabilities	272,468	66,725	149,095	162,744	41,304	91,722
Borrowings	21,437,234	16,471,508	20,479,798	12,455,968	13,016,506	15,659,798
	54,555,845	66,531,834	82,468,237	39,021,030	45,694,826	49,316,484
Total liabilities	84,651,843	88,225,306	109,672,399	43,023,299	50,487,044	52,859,591
Total equity and liabilities	185,112,803	183,870,551	207,424,327	133,798,234	132,262,052	135,804,626

I certify that financial statements comply with the requirements of the Companies Act No. 07 of 2007.

sgd.

Salman Nishtar
Chief Financial Officer

sgd.

Pubudu De Silva
Chief Executive Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.

sgd.

Ashroff Omar
Director

sgd.

Hasitha Premaratne
Director

7-Feb-2023

CORPORATE INFORMATION

Name

Teejay Lanka PLC

Legal Form

A public quoted Company with limited liability, incorporated on 12 July 2000.

Company Registration No.

PV 7617 PB/PQ

Stock Exchange Listing

The issued Ordinary Shares of the Company was listed on the Main Board of the Colombo Stock Exchange of Sri Lanka on 9 August 2011.

Registered Office

Block D8 – D14, Seethawaka
Export Processing Zone,
Avisawella.

Directors

Mr. Ajit Damon Gunawardene – Chairman
Mr. Mohamed Ashroff Omar
Mr. Hasitha Premaratne
Mr. Amitha Lal Gooneratne
Prof. Malik Kumar Ranasinghe
Mr. Masaru Okutomi
Mr. Kit Vai Tou

Secretaries

Corporate Services (Private) Limited
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Sri Lanka.

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PricewaterhouseCoopers,
Chartered Accountants

Attorneys

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Attorneys-at-Law
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Sri Lanka

Bankers

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Commercial Bank of Ceylon PLC
The Hongkong and Shanghai Banking Corporation Limited
Standard Chartered Bank
ICICI Bank Limited
Canara Bank
People's Bank
Deutsche Bank AG
DFCC Bank PLC
National Development Bank PLC
Nations Trust Bank PLC
Hatton National Bank
Seylan Bank PLC

Investor Relations

Pubudu De Silva
Salman Nishtar



Teejay Lanka PLC

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